



STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Department of Administration
BUDGET OFFICE
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Memorandum

To: The Honorable Steven M. Costantino
Chairman, House Finance Committee

The Honorable Daniel DaPonte
Chairman, Senate Finance Committee

From: Rosemary Booth Gallogly
Executive Director/State Budget Officer *RB Gallogly*

Date: February 9, 2009

Subject: Revised Article 3 of the FY 2009 Supplemental Appropriation Act (09-H-5019)

The Governor requests that the attached amended Article 3 - Relating to the Budget Reserve Fund be considered. The Auditor General and State Controller have completed their work on the FY 2008 closing and the final deficit for FY 2008 is \$42,950,480. The financial statements cannot be completed until a decision is made on the appropriation from the Budget Reserve Fund and, therefore, the audit report cannot be issued. If no appropriation is made the financial statements will show a general fund deficit of \$42.9 million and the audit report will have a statement of material non-compliance. There is \$102.9 million in the Budget Reserve Fund.

RBG: sm 09-120

Enclosure

cc: Michael O'Keefe
Peter Marino
Brian Stern
Gregory Stack
Mike Cronan
Tim Costa

TDD#: 277-1227

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REVISED ARTICLE 3

RELATING TO THE BUDGET RESERVE FUND

SECTION 1. There is hereby appropriated forty two million nine hundred fifty thousand four hundred eighty dollars (\$42,950,480) from the Budget Reserve and Cash Stabilization Account for fiscal year 2008.

SECTION 2. This act shall take effect upon passage and shall be retroactive to June 30, 2008.